

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

F

W-03945A

Francesca Water Company Inc.

P.O. Box 85160

TUCSON AZ 85754

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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4-26-10

COMPANY INFORMATION

Company Name (Business Name) <u>Francesca Water Co Inc.</u>		
Mailing Address <u>P.O. Box 85160</u>		
<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85754</u> (Zip)
<u>(520) 623-5172</u> Telephone No. (Include Area Code)	<u>(520) 792-0377</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same as above</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Southwestern Utility Management</u>		
<u>2102 N. Forbes Blvd. #107</u> (Street)	<u>Tucson</u> (City)	<u>AZ 857</u> (State) (Zip)
<u>(520) 623-5172</u> Telephone No. (Include Area Code)	<u>(520) 792-0337</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>info@southwesternutility.com</u>		
On Site Manager: <u>Same as above</u>		
 (Name)		
<u>P.O. Box 85160</u> (Street)	<u>Tucson</u> (City)	<u>AZ 85754</u> (State) (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

Statutory Agent: Bonnie L. O'Connor
(Name)

PO BOX 85160 TUCSON AZ 85754
(Street) (City) (State) (Zip)

(520) 1023-5172 (520) 792-0377
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Steve Wene @ Moyes, Sellers and Sims
(Name)

1850 N. Central Ave Suite 1100 Phoenix AZ 85004
(Street) (City) (State) (Zip)

(602) 604-2156
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Francesca Water Company Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,105		
302	Franchises			
303	Land and Land Rights	10,000		
304	Structures and Improvements			
307	Wells and Springs	38,669	3,401.6	4,653
311	Pumping Equipment	9,330	4,664	4,666
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	59,640	23,856	35,784
331	Transmission and Distribution Mains	75,034	62,493	12,541
333	Services	26,192	15,928	10,264
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	5,218	3,756	1,462
341	Transportation Equipment	3,000	1,950	1,050
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	927	789	138
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS		147,452	70,558

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Francesca Water Company Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,015		
302	Franchises			
303	Land and Land Rights	10,000		
304	Structures and Improvements			
307	Wells and Springs	38,669	3.33	1288
311	Pumping Equipment	9,330	12.5	1166
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	59,640	5	2982
331	Transmission and Distribution Mains	75,034	2	1501
333	Services	26,192	3.33	872
334	Meters and Meter Installations		8.33	
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	5218	6.67	348
341	Transportation Equipment	3000	5	150
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	927	10	92.7
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			8399.70

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME Francesca Water Company Inc.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3768.74	\$ 2441.20
134	Working Funds	0	0
135	Temporary Cash Investments	40.00	0
141	Customer Accounts Receivable	9181.15	10,398.22
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1,000.00	1,000.00
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 13989.89	\$ 12839.42
	FIXED ASSETS		
101	Utility Plant in Service	\$ 238,262.00	\$ 229,025.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	148,983.00	147452.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 387,245.	\$ 376,477.00
	TOTAL ASSETS	\$ 401,234.89	\$ 389,316.42

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Francesca Water Company Inc.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 15038.08	\$ 14796.85
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2400.00	2,025.00
236	Accrued Taxes	40.00	
237	Accrued Interest	2253.53	2413.62
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 19731.61	\$ 19235.47
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 73,402.46	\$ 68,824.44
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ /	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ /	\$
	TOTAL LIABILITIES	\$ 93,134.07	\$ 88,059.91
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100	\$ 100
211	Paid in Capital in Excess of Par Value	/	/
215	Retained Earnings	/	/
218	Proprietary Capital (Sole Props and Partnerships)	/	/
	TOTAL CAPITAL	\$ 100	\$ 100
	TOTAL LIABILITIES AND CAPITAL	\$ 93,234.07	\$ 88,159.91

COMPANY NAME Francesca Water Co. Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 54,660.24	\$ 57,309.72
460	Unmetered Water Revenue		
474	Other Water Revenues	571.05	1,540.21
	TOTAL REVENUES	\$ 55,231.29	\$ 58,849.93
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 5,200.00	\$ 5,200.00
610	Purchased Water	-	-
615	Purchased Power	8,271.67	10,516.74
618	Chemicals	11.29	-
620	Repairs and Maintenance	2,569.32	1,273.58
621	Office Supplies and Expense	4,337.10	3,031.40
630	Outside Services	11,504.66	15,199.09
635	Water Testing	1,123.26	1,819.00
641	Rents	1,948.00	1,948.00
650	Transportation Expenses	5,247.43	3,446.00
657	Insurance - General Liability	1,390.00	1,403.00
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense - Rate Case	0	0
675	Miscellaneous Expense	3,177.11	3,327.77
403	Depreciation Expense	9,183.70	8,399.70
408	Taxes Other Than Income	0	0
408.11	Property Taxes	4,178.43	4,772.01
409	Income Tax	45.00	45.00
	TOTAL OPERATING EXPENSES	\$ 57,186.97	\$ 59,381.29
	OPERATING INCOME/(LOSS)	\$ 1,955.72	\$ 531.36
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	1,442.53	2,413.62
	TOTAL OTHER INCOME/(EXPENSE)	\$ 1,442.53	\$ 2,413.62
	NET INCOME/(LOSS)	\$ 3,398.25	\$ 2,944.98

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	8/24/2001			
Source of Loan	WIFA			
ACC Decision No.	W-02838A			
Reason for Loan	upgrades			
Dollar Amount Issued	\$ 97,000	\$	\$	\$
Amount Outstanding	\$ 68,824.44	\$	\$	\$
Date of Maturity	8/1/21			
Interest Rate	5.075 %	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 3549.00

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME	Francesca Water Company Inc		
Name of System:	Tala way	ADEQ Public Water System Number:	10-283

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-508617	10hp	24-55	550'	8	2	1984

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		
7.5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
40,000	1	3,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME <u>Francesca Water Company Inc.</u>	
Name of System: <u>Amber Ann</u>	ADEQ Public Water System Number: <u>10-317</u>

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-535748	10hp	24-55	805	10-8-7	2	1992

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
25,000	1	2,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Francesca Water Company Inc.	
Name of System:	Talaway	ADEQ Public Water System Number: 10-283

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	1917
3	PVC	329
4	PVC	4596
5		
6	PVC	2987
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	88
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	1250
3		
4	PVC	2200
5		
6	PVC	1500
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	39
3/4	
1	2
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>Francesca Water Company</u>		
Name of System: <u>Talaway</u>	ADEQ Public Water System Number: <u>10.283</u>	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	81	476,770	502,600	/
FEBRUARY	81	405,360	423,800	
MARCH	82	478,910	489,100	
APRIL	80	666,400	681,300	
MAY	79	765,700	785,000	
JUNE	79	828,450	851,100	
JULY	79	800,500	833,000	
AUGUST	79	791,970	822,800	
SEPTEMBER	79	621,920	650,300	
OCTOBER	76	649,440	671,000	
NOVEMBER	76	507,229	520,200	
DECEMBER	75	398,891	425,700	
TOTALS →		739,540	7655,900	

What is the level of arsenic for each well on your system? _____ mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: <u>Francesca Water Company Inc.</u>	
Name of System: <u>Amber Ann</u>	ADEQ Public Water System Number: <u>10-317</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	38	132,100	179,130	
FEBRUARY	38	150,900	154,250	
MARCH	38	180,100	190,950	
APRIL	38	216,100	233,301	
MAY	37	273,749	274,400	
JUNE	38	248,700	259,900	
JULY	38	221,800	229,110	
AUGUST	37	258,600	273,310	
SEPTEMBER	37	200,500	211,240	
OCTOBER	37	246,500	264,530	
NOVEMBER	37	202,300	217,870	
DECEMBER	37	141,600	153,890	
TOTALS →		2,472,949	2,641,881	

What is the level of arsenic for each well on your system? _____ mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	Francesca Water Company Inc		
Name of System:	Talaway	ADEQ Public Water System Number:	10-283

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			1	
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY			2	
AUGUST				
SEPTEMBER				
OCTOBER			1	
NOVEMBER				
DECEMBER				
TOTALS →			4	

OTHER (description):

COMPANY NAME: <u>Francesca Water Company</u>	
Name of System: <u>Amber Ann</u>	ADEQ Public Water System Number: <u>10 317</u>

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY		/	
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →		/	

OTHER (description):

COMPANY NAME Francesca Water Company YEAR ENDING 12/31/2009

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 4,772.01

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Gradi Thomson, Secretary</u>
COMPANY NAME
<u>Francesca Water Company Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

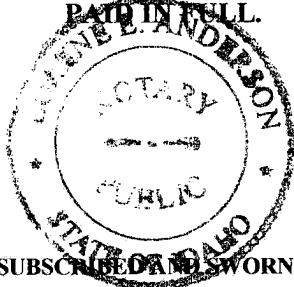
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Gradi Thomson

SIGNATURE OF OWNER OR OFFICIAL

(208) 435-4630

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

22

DAY OF

Lorene Anderson
Notary Public
State of Idaho

MY COMMISSION EXPIRES

2/24/2012

COUNTY NAME
<u>Clearwater</u>
MONTH
<u>April</u>
20 <u>10</u>

Lorene Anderson

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME _____ YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Gradi Thomson Secretary</u>
COMPANY NAME <u>Francesca Water Company Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2009</u>
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 62,325.34

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 3475.41

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Gradi Thomson
SIGNATURE OF OWNER OR OFFICIAL
(208) 435-4630
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

22

DAY OF

COUNTY NAME <u>Clearwater</u>	
MONTH <u>April</u>	<u>2010</u>

(SEAL)

MY COMMISSION EXPIRES

2/24/2012

Louise E. Anderson
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 60,754.43

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 3,533.80

IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Brad R. Thomson
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

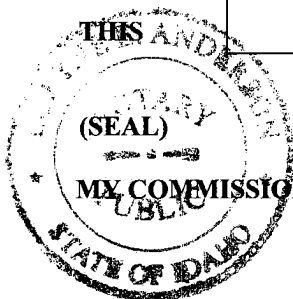
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

22

DAY OF



NOTARY PUBLIC NAME <i>Lorene E. Anderson</i>	
COUNTY NAME <i>Clearwater</i>	
MONTH <i>April</i>	.20 <i>10</i>

Lorene E. Anderson
SIGNATURE OF NOTARY PUBLIC

Beth Ford

Pima County Treasurer

Parcel: 30119077B 8 **Total Taxes:** \$30.63 **Tax Year:** 2009 **As of Date:** 12/30/2009

CURRENT STATUS

PARCEL INFORMATION

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	09/30/2009	09/30/2009
Method:	CK	CK
Tax Paid:	\$30.63	\$0.00
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

Area Code: 5101

Taxpayer Name/Address:

FRANCESCA WATER CO INC
DAVID A THOMSON JR/PRESIDENT
11834 S BRANDYWINE LANE
TUCSON AZ 85736-1399

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
NSF Fees			\$0.00
Reclaimed Refunds			\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:

S90' E67' OF W2 NE4 SW4 SE4 .14 AC
SEC 1-16-10 TOTAL VALUE OF OPERATING
PROPERTY-
TAXPAYER GROUP NO 020

HISTORY TAX ROLL CHANGE

2008 \$31.01
2007 \$33.43
2006 \$34.99
2005 \$37.99
2004 \$35.05

Beth Ford

Pima County Treasurer

Parcel: 902051010 0 **Total Taxes:** \$3,856.82 **Tax Year:** 2009 **As of Date:** 03/19/2010

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	10/23/2009	03/19/2010
Method:	CK	CK
Tax Paid:	\$1,928.41	\$1,928.41
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 5101

Taxpayer Name/Address:

FRANCESCA WATER CO INC
DAVID A THOMSON JR/PRESIDENT
11834 S BRANDYWINE LANE
TUCSON AZ 85736-1399

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
NSF Fees			\$0.00
Reclaimed Refunds			\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:

TOTAL VALUE OF OPERATING PROPERTY
TAXPAYER GROUP NO 020

HISTORY TAX ROLL CHANGE

2008 \$4,046.81
2007 \$4,189.87
2006 \$4,217.72
2005 \$4,014.97
2004 \$3,260.44

Beth Ford

Pima County Treasurer

Parcel: 301741360 7 **Total Taxes:** \$18.18 **Tax Year:** 2009 **As of Date:** 12/30/2009

CURRENT STATUS

PARCEL INFORMATION

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	09/30/2009	09/30/2009
Method:	CK	CK
Tax Paid:	\$18.18	\$0.00
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

Area Code: 5101

Taxpayer Name/Address:

FRANCESCA WATER CO INC
DAVID A THOMSON JR/PRESIDENT
11834 S BRANDYWINE LANE
TUCSON AZ 85736-1399

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
NSF Fees			\$0.00
Reclaimed Refunds			\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:

E60' S60' E324.15' M/L W349.15' M/L
N323.59' M/L OF SW4 SE4 .08 AC SEC 13-16-10 AKA
W60' S60' W2 N2 N2 W2 L 13-5 RANCHO SIERRITAS
RS
1/85 VALUE OPERATING-PROPERTY GROUP 020
(FORMERLY 301-74-093E)

HISTORY TAX ROLL CHANGE

2008 \$18.45
2007 \$19.84
2006 \$20.90
2005 \$22.61
2004 \$20.86